

REPORT OF THE COMMITTEE ON BUDGET

Voting Members:

Joey Manahan, Chair; Kymberly Marcos Pine, Vice-Chair;
Michael Formby, Carol Fukunaga, Ron Menor, Heidi Tsuneyoshi

Committee Meeting Held
April 3, 2019

Honorable Ann H. Kobayashi
Interim Chair, City Council
City and County of Honolulu

Madam Chair:

Your Committee on Budget, which considered Bill 15 (2019) entitled:

"A BILL FOR AN ORDINANCE RELATING TO THE HONOLULU AUTHORITY
FOR RAPID TRANSPORTATION OPERATING BUDGET FOR THE FISCAL
YEAR JULY 1, 2019 TO JUNE 30, 2020,"

transmitted by Departmental Communication 77 (2019), dated February 7, 2019, by the
Honolulu Authority for Rapid Transportation ("HART"), which passed First Reading at the
March 8, 2019 Council meeting, reports as follows:

The purpose of the bill is to appropriate \$411,804,200 less an interfund transfer of
\$405,094,600 for a net total amount of \$6,709,600 for the HART Operating Budget for
Fiscal Year July 1, 2019 to June 30, 2020.

Representatives from HART provided testimony on the bill and responded to
Councilmembers' questions and concerns.

Your Committee received comments from one individual. No written testimony
was received.

Your Committee amended the bill based on the Committee Chair's
recommendations after discussion and deliberation on proposed amendments.

CITY COUNCIL
CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ADOPTED ON

APR 17 2019

COMMITTEE REPORT NO. **112**

REPORT OF THE COMMITTEE ON BUDGET

Voting Members:

Joey Manahan, Chair; Kymberly Marcos Pine, Vice-Chair;
Michael Formby, Carol Fukunaga, Ron Menor, Heidi Tsuneyoshi

Committee Meeting Held
April 3, 2019
Page 2

The proposed CD1 makes the following amendments:

- A. Appropriates \$4,701,000 for the Honolulu Authority for Rapid Transportation Operating Budget for Fiscal Year 2020.
- B. Makes various substantive changes, which are noted in the Amendment List contained within the bill.
- C. Makes various technical and nonsubstantive amendments.

Your Committee on Budget is in accord with the intent and purpose of Bill 15 (2019), as amended herein, and recommends that it pass Second Reading, be scheduled for a public hearing, and thereafter be referred back to Committee in the form attached hereto, as Bill 15 (2019), CD1. (Ayes: Manahan, Formby, Menor, Tsuneyoshi – 4; Noes: None; Excused: Fukunaga, Pine – 2.)

Respectfully submitted,



Committee Chair

CITY COUNCIL
CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ADOPTED ON APR 17 2019

COMMITTEE REPORT NO. 112



CITY COUNCIL

CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ORDINANCE _____

BILL 15 (2019), CD1

A BILL FOR AN ORDINANCE

RELATING TO THE HONOLULU AUTHORITY FOR RAPID TRANSPORTATION OPERATING BUDGET FOR THE FISCAL YEAR JULY 1, 2019 TO JUNE 30, 2020.

BE IT ORDAINED by the People of the City and County of Honolulu:

SECTION 1. The revenues from the following sources estimated for the fiscal year July 1, 2019 to June 30, 2020 are hereby provided and appropriated for the purposes set forth in Sections 2 through 3:

OPERATING FUNDS

<u>FUND CODE</u>	<u>SOURCE OF FUNDS</u>	<u>AMOUNT</u>	<u>LESS INTERFUND TRANSFER</u>	<u>NET AMOUNT</u>
GN	General Fund	\$348,000,000	\$348,000,000	\$0
TR	Transit Fund	61,795,600	57,094,600	4,701,000
TOTAL		\$409,795,600	\$405,094,600	\$4,701,000



CITY COUNCIL

CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

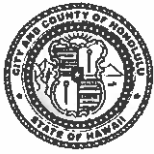
ORDINANCE _____

BILL 15 (2019), CD1

A BILL FOR AN ORDINANCE

SECTION 2. The monies described in Section 1 for the fiscal year July 1, 2019 to June 30, 2020 are appropriated as indicated to the following activities in the UTILITIES OR OTHER ENTERPRISES function.

FUNCTIONS, PROGRAMS & ACTIVITIES	NUMBER OF POSITIONS (F.T.E.)	SALARIES	CURRENT EXPENSES	EQUIPMENT	TOTAL ALL FUNDS	SOURCE OF FUNDS
UTILITIES OR OTHER ENTERPRISES						
MASS TRANSIT:						
Honolulu Authority for Rapid Transportation						
Administrative Services	4.90	\$406,400	\$0	\$81,000	\$487,400	\$487,400 TR
Budget and Finance	11.00	969,500	137,600	0	1,107,100	1,107,100 TR
Civil Rights	0.00	0	0	0	0	0 TR
Consultant Services	0.00	0	0	0	0	0 TR
Core Systems, Integration & P3 Project Delivery	0.00	0	0	0	0	0 TR
Design and Construction	0.00	0	0	0	0	0 TR
Executive Management	4.20	283,900	19,100	0	303,000	303,000 TR
Government Relations	2.00	196,800	4,600	0	201,400	201,400 TR
HART Board Support	3.00	180,100	549,200	0	729,300	729,300 TR
Planning, Permitting and Right-of-Way	0.00	0	0	0	0	0 TR
Procurement, Contracts and Construction Claims	0.30	18,900	2,100	0	21,000	21,000 TR
Project Controls	0.00	0	0	0	0	0 TR
Public Information	5.40	482,100	0	0	482,100	482,100 TR
Quality Assurance	0.00	0	0	0	0	0 TR
System Safety & Security	0.00	0	0	0	0	0 TR
TOTAL UTILITIES OR OTHER ENTERPRISES	30.80	\$2,537,700	\$712,600	\$81,000	\$3,331,300	\$3,331,300
UTILITIES OR OTHER ENTERPRISES SOURCE OF FUNDS						
GN General Fund		\$0				
TR Transit Fund		3,331,300				
TOTAL UTILITIES OR OTHER ENTERPRISES		\$3,331,300				



CITY COUNCIL

CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ORDINANCE _____

BILL 15 (2019), CD1

A BILL FOR AN ORDINANCE

SECTION 3. The monies described in Section 1 for the fiscal year July 1, 2019 to June 30, 2020 are appropriated as indicated to the following activities in the MISCELLANEOUS function.

FUNCTIONS, PROGRAMS & ACTIVITIES	NUMBER OF POSITIONS (F.T.E.)	SALARIES	CURRENT EXPENSES	EQUIPMENT	TOTAL ALL FUNDS	SOURCE OF FUNDS
<u>MISCELLANEOUS</u>						
<u>RETIREMENT AND PENSION CONTRIBUTIONS:</u>						
Retirement System Contributions -- Employer's Share for HART	0.00	\$0	\$459,500	\$0	\$459,500	\$459,500 TR
FICA Tax -- Employer's Share for HART	0.00	0	195,200	0	195,200	195,200 TR
Hawaii Employer-Union Health Benefits Trust Fund for HART	0.00	0	463,500	0	463,500	463,500 TR
<u>OTHER MISCELLANEOUS</u>						
Workers' Compensation for HART	0.00	0	66,900	0	66,900	66,900 TR
Unemployment Compensation for HART	0.00	0	1,200	0	1,200	1,200 TR
Provision for Other Post-Employment Benefits for HART	0.00	0	183,400	0	183,400	183,400 TR
<u>TRANSFERS TO OTHER FUNDS:</u>						
Transfer to General Fund for Central Administrative Services Expenses	0.00	0	491,600	0	491,600	491,600 TR
Transfer to General Fund for Services Provided to HART	0.00	0	307,700	0	307,700	307,700 TR
Transfer to General Fund for Debt Service	0.00	0	56,295,300	0	56,295,300	56,295,300 TR
Transfer to Transit Fund	0.00	0	348,000,000	0	348,000,000	348,000,000 GN
TOTAL MISCELLANEOUS	0.00	\$0	\$406,464,300	\$0	\$406,464,300	\$406,464,300

MISCELLANEOUS SOURCE OF FUNDS

GN General Fund	\$348,000,000
TR Transit Fund	58,464,300
TOTAL MISCELLANEOUS	\$406,464,300



CITY COUNCIL

CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ORDINANCE _____

BILL 15 (2019), CD1

A BILL FOR AN ORDINANCE

SECTION 4. The sums appropriated above are totalled as follows:

GROSS APPROPRIATIONS BY SOURCE OF FUNDS		AGENCY	MISCELLANEOUS	TOTAL
FUND CODE				
GN	General Fund	\$0	\$348,000,000	\$348,000,000
TR	Transit Fund	3,331,300	58,464,300	61,795,600
TOTAL		\$3,331,300	\$406,464,300	\$409,795,600
FUNCTION		TOTAL	INTERFUND TRANSFER	NET TOTAL
Utilities or Other Enterprises		\$3,331,300	\$0	\$3,331,300
Miscellaneous		406,464,300	405,094,600	1,369,700
TOTAL		\$409,795,600	\$405,094,600	\$4,701,000



CITY COUNCIL

CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ORDINANCE _____

BILL 15 (2019), CD1

A BILL FOR AN ORDINANCE

SECTION 5. General Provisos.

(a) As used in this Ordinance:

"Authority" means the Honolulu Authority for Rapid Transportation.

"Council" means the Council of the City and County of Honolulu.

"Government" means the federal government, the State government, the government of any other state, any political subdivision of any state, or any quasi-governmental entity.

"ROH" means the Revised Ordinances of Honolulu 1990, as amended.

(b) Limited purpose monies. The Authority may receive monies whose use is specified or otherwise limited by the monies' source from: (1) any governmental or quasi-governmental agency; (2) any private source including monetary gifts whose use is specified by the donor; or (3) any combination thereof. When such monies are received, the Authority shall maintain special funds or accounts showing the monies so received and specifying the purposes for which they have been received and held.

All such monies specified in Sections 2 and 3 of this ordinance are appropriated in the amounts and for the purposes set forth, and all expenditures shall be made as provided by law. All other such monies not specified in Sections 2 and 3 of this ordinance and which are limited purpose monies are hereby appropriated and may be expended by the Authority for their permitted limited purposes.

(c) At the close of each quarter, the Authority shall submit to the Council a Statement of Cash Balances by Fund showing for each quarter for each individual fund the cash balance at the start of the accounting period and the cash balance at the end of the period.

(d) No transfer of funds shall be made from any activity unless such transfer complies with the requirements set forth in ROH Section 2-17.2(c).

(e) If any portion of this ordinance or the application thereof to any person or circumstance is held to be invalid for any reason, the Council hereby declares that the remainder of this ordinance and all other provisions thereof shall not be affected thereby. If any portion of a specific appropriation is held to be invalid for any reason, the remaining portion shall be independent of the invalid portion and such remaining portion shall be expended to fulfill the objectives of such appropriation to the extent possible.

(f) Except for the expenditure of limited purpose monies pursuant to subsection (b), no monies shall be expended by the Authority for any purpose from the Transit Fund or Transit Improvement Bond Fund, unless such monies are first appropriated by the Council.



CITY COUNCIL

CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ORDINANCE _____

BILL 15 (2019), CD1

A BILL FOR AN ORDINANCE

SECTION 6. The detailed Statement of Revenues and Surplus contained in the Executive Operating Program for the Fiscal Year July 1, 2019 to June 30 2020, as transmitted to the Council in the Executive Program and Budget for the Fiscal Year 2020, Volume 1 (Operating Program and Budget), and as amended in any Executive Operating Program amendments, is hereby incorporated by reference and adopted as an integral part of this ordinance. The detailed Statement of Revenues and Surplus contained therein may be further amended regarding any applicable fund by an amendment to the Executive Operating Budget ordinance, Executive Capital Budget ordinance, Legislative Budget ordinance, Honolulu Authority for Rapid Transportation Operating Budget ordinance, or Honolulu Authority for Rapid Transportation Capital Budget ordinance. In case of any conflict between the substantive provisions of the Executive Operating Program as transmitted and this ordinance or the above budget amendments, the provisions of this ordinance and any of the above budget amendment shall prevail.

SECTION 7. Should monies received from the State of Hawaii for collection of the Honolulu general excise and use tax surcharge exceed the amounts specified hereinbefore in Sections 1 and 3, the excess is hereby appropriated to the General Fund and shall be transferred from the General Fund to the Transit Fund. Within 14 days of the transfer, the Director of Budget and Fiscal Services shall report to the Council on the excess amount(s) appropriated and transferred to the Transit Fund.

SECTION 8. The amendments to the Honolulu Authority for Rapid Transportation Operating Budget ordinance attached hereto are hereby incorporated by reference and adopted as an integral part of this ordinance.



CITY COUNCIL

CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ORDINANCE _____

BILL 15 (2019), CD1

A BILL FOR AN ORDINANCE

SECTION 9. This ordinance takes effect on July 1, 2019.

INTRODUCED BY:

Ann Kobayashi (br)

DATE OF INTRODUCTION

March 1, 2019
Honolulu, Hawaii

APPROVED AS TO FORM AND LEGALITY

Deputy Corporation Counsel

APPROVED this ____ day of _____, 2019

KIRK CALDWELL, Mayor
City and County of Honolulu



CITY COUNCIL

CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ORDINANCE _____

BILL 15 (2019), CD1

A BILL FOR AN ORDINANCE

AMENDMENTS TO THE HONOLULU AUTHORITY FOR RAPID TRANSPORTATION OPERATING BUDGET

CD1 Amendments = Plain Text

FUNCTION/PROGRAM/
AGENCY/ACTIVITY

AMENDMENT

POS.

AMOUNT

UTILITIES OR OTHER ENTERPRISES

MASS TRANSIT

Honolulu Authority for Rapid Transportation

Administrative Services	Reduce funding for current expenses		(\$1,280,900) CE TR
Public Information	Reduce funding for current expenses		(\$727,700) CE TR

SECTION 8.

Adds a new SECTION 8 to read as follows:

"SECTION 8. The amendments to the Honolulu Authority for Rapid Transportation Operating Budget ordinance attached hereto are hereby incorporated by reference and adopted as an integral part of this ordinance."

Renumber existing SECTION 8 as SECTION 9.

- END OF BILL -